

## AN ACT

ENTITLED, An Act to exempt from sales and use tax certain contract services provided to agricultural producers by an agent of a parent company through a local contracting entity.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

Section 1. That chapter 10-45 be amended by adding thereto a NEW SECTION to read as follows:

There are specifically exempted from the provisions of this chapter and from the computation of the tax imposed by it, the gross receipts from the sale of services rendered by a parent company to a local cooperative, if the local cooperative is a local contracting entity, for the purpose of paying for the services of an agent who meets with agricultural producers promoting, educating, and providing technical assistance and information on the parent company's products which are sold through a local contracting entity.

Section 2. That chapter 10-46 be amended by adding thereto a NEW SECTION to read as follows:

There are specifically exempted from the provisions of this chapter and from the computation of the tax imposed by it, the gross receipts from the sale of services rendered by a parent company to a local cooperative, if the local cooperative is a local contracting entity, for the purpose of paying for the services of an agent who meets with agricultural producers promoting, educating, and providing technical assistance and information on the parent company's products which are sold through a local contracting entity.

An Act to exempt from sales and use tax certain contract services provided to agricultural producers by an agent of a parent company through a local contracting entity.

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I certify that the attached Act  
originated in the

SENATE as Bill No. 175

\_\_\_\_\_  
Secretary of the Senate  
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\_\_\_\_\_  
President of the Senate

Attest:

\_\_\_\_\_  
Secretary of the Senate

\_\_\_\_\_  
Speaker of the House

Attest:

\_\_\_\_\_  
Chief Clerk

Senate Bill No. 175  
File No. \_\_\_\_\_  
Chapter No. \_\_\_\_\_

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Received at this Executive Office  
this \_\_\_\_\_ day of \_\_\_\_\_ ,

20\_\_\_\_ at \_\_\_\_\_ M.

By \_\_\_\_\_  
for the Governor  
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The attached Act is hereby  
approved this \_\_\_\_\_ day of  
\_\_\_\_\_, A.D., 20\_\_\_\_

\_\_\_\_\_  
Governor  
=====

STATE OF SOUTH DAKOTA,  
ss.  
Office of the Secretary of State

Filed \_\_\_\_\_ , 20\_\_\_\_  
at \_\_\_\_\_ o'clock \_\_ M.

\_\_\_\_\_  
Secretary of State

By \_\_\_\_\_  
Asst. Secretary of State